RESOLUTION NO. 1991-22

A RESOLUTION AUTHORIZING THE NEGOTIATION OF THE SALE OF BOND ANTICIPATION NOTES, SERIES 1991, IN AN AMOUNT NOT TO EXCEED $120,000.

The City of Elgin, Union County, Oregon (the "City"), finds:

A. On October 18, 1990, the City Council adopted Resolution No. 1990-21 which authorized the City to issue Revenue Bonds in an amount not to exceed $120,000 pursuant to Oregon Revised Statute 288.805, the Uniform Revenue Act (the "Act").

B. Sixty days have expired since publication of the required notice and no petitions have been filed which would require an election pursuant to the Act and the City is therefore authorized to issue its Revenue Bonds.

C. The Farmers Home Administration, an agency of the federal government, appropriated $120,000 on January 30, 1991, to loan that amount to the City at an interest rate of 6 percent per annum for sewer system improvements.

D. Oregon Revised Statutes 287.522 through 287.526 authorize the City to borrow money and issue its notes for the interim financing of public improvements and to determine the method and terms of sale, upon determining that certain conditions have been met.

E. Notes issued pursuant to this authority shall not exceed in the aggregate the estimated unpaid cost of the sewer improvements and the maturity date of the notes herein authorized is not later than the completion date of the improvements to be financed;

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Elgin, Oregon, resolves as follows:

1. Notes Authorized. The City Council authorizes the issuance of Bond Anticipation Notes, Series 1991, in a principal amount not to exceed $120,000 (the "Notes") pursuant to Oregon Revised Statute 287.522 et seq. for the purpose of funding the interim construction of the City improvements and the costs of issuing these Notes. The Notes shall be dated with the date specified by the City Recorder, shall mature not later than December 20, 1991, and shall bear interest payable at maturity at a rate to be established by the City Recorder which shall not exceed a net effective rate of 6.6 percent. The Notes shall be in denominations as specified by the City Recorder in consultation with the purchaser of such Notes.

6. Temporary Notes. The Notes herein authorized may be issued as one or more temporary notes, which may be typewritten and exchanged for definitive notes when available.

7. Form and Denominations. The Notes shall be executed on behalf of the City with the manual signature of the Mayor and shall be payable at the office of the City Recorder. The Notes shall be issued in customary form and in convenient denominations.

8. Authority of Mayor. The Mayor is hereby authorized to enter into any agreement and to execute any documents or certificates which may be required to issue, sell, and deliver the Notes in accordance with this Resolution.

APPROVED by the City Council, this 8th day of October, 1991.

Council President

APPROVED by the Mayor, this 8th day of October, 1991.

EFFECTIVE this 8th day of October, 1991.

CITY OF ELGIN, OREGON

By Bud Rogers - Council President
~~Mayor~~

ATTEST:

Ive Carlyle
City Recorder